

August 4, 2025

ATTY. SUZY CLAIRE R. SELLEZA

Head – Issuer Compliance and Disclosure Department
Philippine Dealing & Exchange Corp.

Dear Atty. Selleza:

We write in compliance with the Exchange’s request for clarification with respect to the news article in the Philippine Daily Inquirer on August 4, 2025, entitled “*EDC eyes \$540-M boost to geothermal power plant fleet*”. The article reported in part that:

“Lopez-led Energy Development Corp. (EDC) may have to shell out around \$540 million to increase the capacity of its Bacon-Manito (Bac-Man) geothermal field in the Bicol region.

In an interview with reporters, Jerome Cainglet, EDC president and chief operating officer, said they saw a potential of additional 90 megawatts (MW) when doing assessment in the area.

Excluding expenses for drilling activities, putting up the facility would require about \$6 million per megawatt, according to Cainglet.

However, Cainglet said the expansion plan may be pursued in the next five or six years, as EDC still needs to conduct exploration activities.

The Bac-Man complex is situated in a 25,000-hectare geothermal power reservation. It covers areas in Bacon, Sorsogon City and Manito in Albay.

The Bac-Man originally had two steam power generating complexes. But Cainglet said EDC would equip the production field with a 20-megawatt-hour battery energy storage system (BESS) by next year.

xxx xxx xxx”

We confirm that all statements quoted in the news article are accurate.



9/F Rockwell Business Center Tower 3,
Ortigas Avenue, Pasig City 1604 Philippines

Very truly yours,

A handwritten signature in blue ink, appearing to read "Ryan Z. Velasco", is positioned above the printed name.

Ryan Z. Velasco

Vice President,
Corporate Information Officer,
Head of Corporate Strategy and Planning